

STATE OF UTAH  
DEPARTMENT OF NATURAL RESOURCES  
DIVISION OF OIL, GAS AND MINING  
1594 West North Temple - Suite 1210  
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Salt Lake City, Utah 84114-5801  
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SMALL MINING OPERATIONS 2007 PROGRESS REPORT  
January 1, 2007 to December 31, 2007

The information required in this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, and the rules as under the Utah Minerals Regulatory Program.

1. Mine Permit Number: S/003/073  
2. Mine Name: HOT SPRINGS  
3. Name of Operator/Permittee: JACK B. PARSON COMPANIES

Note: If Operator's address, company representative or phone number have changed, please provide a replacement page to the Notice of Intention.

4. Mine Location: S 1/4 NE 1/4 S14 T7N R2W SLBm  
5. Report the gross amount of ore mined and waste moved, as well as the arrangement, positioning, or distribution of the material:

Gross Ore Mined 10,354.64 Tons, or \_\_\_\_\_ yd<sup>3</sup>  
Waste Material Moved 1000 Tons, or \_\_\_\_\_ yd<sup>3</sup>  
New Disturbance 0 Acres during 2007  
Area Reclaimed 0 Acres during 2007  
Total Disturbed Area 5 Acres\*

Was the ore shipped off site? If not, where is the ore located? LANDSCAPE ROCK  
TAKEN TO OFF SITE SALES YARD

Where is the waste located? WASTE ROCK ON SITE - WILL BE PROCESSED  
INTO CONSTRUCTION AGGREGATES

\*Total life of mine disturbance to the end of 2007.

6. Briefly describe the reclamation work performed during the past year. A map showing reclaimed areas and dates is suggested. (Submit form MR-SITE for an application for full or partial bond/site release).

NO RECLAMATION PERFORMED

I hereby certify, under penalties of law, the information provided in this report is true and correct to the best of my knowledge and belief.

Name (Typed or Print): PATRICK CLARK  
Title of Operator: ENVIRONMENTAL ADVISOR  
Signature of Operator: [Signature]  
Date: 2/1/08